

BOB F. ANDERSON, PE, INC.
PETROLEUM ENGINEERS & CONSULTANTS
TELEPHONE (318) 425-4230
FACSIMILE (318) 222-1054
email: bfandpe@aol.com

March 11, 2003

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: **APPLICATION FOR PUBLIC HEARING**
Smackover D Zone, Reservoir A
Smackover C Zone, Reservoir B
North Shongaloo-Red Rock Field
Webster Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **ENERQUEST OIL & GAS, LLC**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Smackover D Zone, Reservoir A and the Smackover C Zone, Reservoir B, North Shongaloo-Red Rock Field, Webster Parish, Louisiana:

FOR THE SMACKOVER D ZONE, RESERVOIR A:

1. To establish one (1) 320 +/- acre drilling and production unit for the exploration for and the production of gas and condensate for the Smackover D Zone, Reservoir A, North Shongaloo-Red Rock Field, Webster Parish, Louisiana, such unit being designated SMK D RA SUA, and being shown on the attached plat and being made a part hereof.
2. To force pool and integrate all separately owned tracts, mineral leases and other property within the proposed unit in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage bases of participation.
3. To designate EnerQuest Oil & Gas, LLC, as the unit operator of the proposed SMK D RA SUA.

4. To designate the EnerQuest Oil & Gas, LLC – Sanders E No. 1 Well as the unit well for the proposed SMK D RA SUA at the location as shown on the attached plat and made a hereof.
5. To designate the EnerQuest Oil & Gas, LLC – Sanders D No. 1 Well and the Sanders D No. 2 Well and the proposed McKinney No. 1 Well as alternate unit wells for the proposed SMK D RA SUA.
6. To provide for future wells drilled to the Smackover D Zone, Reservoir A in the North Shongaloo-Red Rock Field to located at lease 330' from unit lines and 1500' between wells.
7. To provide for a reclassification of the Smackover D Zone, Reservoir A without the necessity of a public hearing if the producing characteristics of the reservoir should change providing sufficient data is submitted to and accepted by the Commissioner of Conservation.

FOR THE SMACKOVER C ZONE, RESERVOIR B:

1. To permit the downhole combination of the Smackover C Zone, Reservoir B and the Smackover D Zone, Reservoir A in the EnerQuest Oil & Gas, LLC – Sanders D No. 1 Well, the Sanders D No. 2 and the McKinney No. 1 Wells or in any other wells located within the SMK D RA SUA and the SMK C RB SUC.

FOR THE SMACKOVER B ZONE, RESERVOIR D AND THE SMACKOVER C ZONE, RESERVOIR B:

1. To cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Smackover D Zone, Reservoir A, in the North Shongaloo-Red Rock Field, Webster Parish, is to be defined as that oil and gas bearing intervals from 10,662 feet to 10,920 feet in the EnerQuest Oil & Gas, LLC (formerly The Carter Oil Co.) – Sanders E No. 1 Well, located in Section 11, Township 23 North, Range 9 West, Webster Parish, Louisiana. The Smackover C Zone, Reservoir B, in the North Shongaloo-Red Rock Field, Webster Parish, Louisiana, was defined in Office of Conservation Order No. 104-H-4, effective June 24, 1986.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

Hon. James H. Welsh
North Shongaloo-Red Rock Field
3

A pre-application notice was sent to all parties stating a time and date for a conference to discuss the application and any objections thereto, however, no request for a conference was received, therefore no conference was held.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this intended application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

Our check, made payable to the Office of Conservation, is attached to cover the applicable hearing fee.

Yours truly,

A handwritten signature in black ink, appearing to read "B. F. Anderson", with a long horizontal flourish extending to the right.

B. F. Anderson, for
ENERQUEST OIL & GAS, LLC

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation
Interested Owners, Represented Parties and Interested Parties
Mr. Greg Olson, EnerQuest Oil & Gas, LLC

R 9 W

NSRR SMK B RD 11

ENERQUEST Beene No.A-1 TD 12,021

HUNT Sale NO.1 TD 11,572

11

NSRR SMK B RD

TOTAL Farmers No.1-Alt. TD 11,470

EXISTING SMK C RB SUB

+/- 320 Acres

TOTAL Sanders No.1 TD 11,750

ENERQUEST Sanders No.E-1 TD 11,356

ENERQUEST Sanders No.D-1 TD 11,500

G. Sanders

A. Walters

C. Sanders

J. Sanders

A. Sanders

ENERQUEST Sanders No.D-2 Alt. TD 11,445

EXISTING SMK C RB SUC

PROPOSED SMK D RA SUA

320 Acres

ENERQUEST McKinney No.1

T. Wynne

C. Whaley

HUMBLE Haynes No.1 TD 11,336

McKinney

PHILLIPS O'Brien No.B-1 TD 11,089

Sanders

11

T
23
N



Existing SMK C RB Sand Unit Outline

Proposed SMK D RA Sand Unit Outline

Existing NSRR SMK B RD Outline

Webster Parish, Louisiana

Plat Showing Proposed Unit, Unit Well, & Alternate Unit Wells

SMK D RA SUA

Exhibit No.1

